
A record quarter



Half-year report 2024

Highlights

Second quarter 2024

- Sales volume increased by 8.6 percent to 130.9 ktonnes (120.5) and net sales increased to SEK 6,145 million (6,008).
- Adjusted operating profit¹ increased to SEK 471 million (450).
- Adjusted operating profit per tonne amounted to 3.6 kSEK (3.7).
- Operating profit was SEK 471 million (450) and included no items affecting comparability (-).
- Profit for the period amounted to SEK 314 million (316).
- Diluted earnings per share amounted to SEK 2.94 (2.97).
- Adjusted cash flow before financing activities² was SEK 399 million (779).
- Total carbon emissions intensity (scope 1+2+3)³ decreased to 7.1 tonnes CO₂e/tonne (8.4).
- The share of sourced recycled aluminium increased to 46.6 percent (41.1).

First half-year 2024

- Sales volume increased by 5.1 percent to 252.8 ktonnes (240.6) and net sales decreased to SEK 11,573 million (11,976).
- Adjusted operating profit¹ amounted to SEK 827 million (851).
- Adjusted operating profit per tonne amounted to 3.3 kSEK (3.5).
- Operating profit was SEK 827 million (851) and included no items affecting comparability (-).
- Profit for the period amounted to SEK 551 million (570).
- Diluted earnings per share amounted to SEK 5.16 (5.35).
- Adjusted cash flow before financing activities² was SEK 494 million (1,066).
- Financial net debt was SEK 3,031 million on June 30, 2024 (SEK 2,741 million on December 31, 2023), corresponding to 1.3 times adjusted EBITDA (1.1 times on December 31, 2023).
- Total carbon emissions intensity (scope 1+2+3)³ decreased to 7.3 tonnes CO₂e/tonne (8.6).
- The share of sourced recycled aluminium increased to 46.0 percent (39.3).

Strategy & long-term targets

Gränges has established a long-term plan for sustainable growth, Navigate, involving three steps: to restore profitability, to build a world-leading aluminium technology company, and

to invest in sustainable growth. The plan also targets continued fast progress toward net-zero by 2040. All this is based on Gränges' strong company culture and committed employees.

Profit growth

Average annual operating profit growth

>10%

Profitability

Return on capital employed

>15%

Capital structure

Financial net debt normally between

1–2x EBITDA

Dividend

Percentage of profit for the year

30–50%

Climate

Scope 1+2+3 emissions by 2040

Net-zero

Circularity

Recycled volume by 2030

500 ktonnes

HIGHLIGHTS

Summary

SEK million	Q2			Jan – Jun			12 months rolling	Full year
	2024	2023	Δ	2024	2023	Δ	Jul 2023 – Jun 2024	2023
Sales volume, ktonnes	130.9	120.5	8.6%	252.8	240.6	5.1%	475.4	463.2
Net sales	6,145	6,008	2.3%	11,573	11,976	-3.4%	22,115	22,518
Adjusted operating profit ¹	471	450	4.7%	827	851	-2.8%	1,512	1,536
Adjusted operating profit per tonne, kSEK	3.6	3.7	-0.1	3.3	3.5	-0.3	3.2	3.3
Operating profit	471	450	4.7%	827	851	-2.8%	1,552	1,576
Profit for the period	314	316	-0.8%	551	570	-3.3%	991	1,010
Earnings per share diluted, SEK	2.94	2.97	-0.03	5.16	5.35	-0.19	9.28	9.48
Adjusted cash flow before financing activities ²	399	779	-48.7%	494	1,066	-53.7%	2,254	2,826
Financial net debt	-	-	-	3,031	3,867	-836	3,031	2,741
Financial net debt/Adjusted EBITDA ¹	-	-	-	-	-	-	1.3	1.1
Return on capital employed, %	-	-	-	-	-	-	11.9	12.2
Total carbon emissions intensity (scope 1+2+3), tonnes CO ₂ e/tonne ³	7.1	8.4	-15%	7.3	8.6	-16%	7.7	8.4
Share of sourced recycled aluminium, %	46.6	41.1	5.5 ppt	46.0	39.3	6.7 ppt	45.0	41.6

¹ Adjusted for items affecting comparability, see Note 5 for further information.

² Adjusted for expansion investments and acquisitions, see alternative performance measures for further information.

³ Carbon emissions (scope 1+2+3) are defined in accordance with the Greenhouse Gas Protocol, see Definitions for further information.

Gränges is a global leader in aluminium rolling and recycling in selected niches. We're committed to creating circular and sustainable aluminium solutions in partnership with our customers and suppliers – for a better future. Our solutions help customers grow and transition to climate neutrality. They are used for efficient climate control in transportation and buildings, electrification and battery components, recyclable packaging, and more.

Stability and profitability



In the second quarter, market demand was muted, but stable. Both the backlogs and overstock that characterized last year are now more or less gone. Relative to 2023, the automotive market was somewhat weaker, and the HVAC market normalized.

Our strong sales focus enabled us to return to growth in the beginning of the year despite weak demand. In the second quarter, those efforts yielded even better results. New business was a key driver behind our 9 percent sales volume growth in the quarter.

Record-high operating profit and good cash flow

We continued as planned to compensate most of the customer price pressure and wage inflation with productivity. Combined with our good volume growth, this resulted in a 5 percent increase in operating profit to SEK 471 million, our best quarterly result ever.

We also continued to improve working capital efficiency, offsetting the increase in the aluminium price. This kept our net debt stable in the quarter even after funding capacity expansion and dividend payment. Our balance sheet thus remains strong, which creates stability and flexibility.

Finalizing the first step of our strategy – a strong foundation for growth

Our strategic plan, Navigate, was developed in 2021. Its first step aimed at restoring good profitability, and at completing our multi-year capacity investment programs in the US, Europe, and Asia. We intend to finalize this first step of Navigate in 2024. Our increased production capacity, improved profitability and stronger balance sheet together form a solid foundation for growth. Based on this foundation, we will now gradually shift focus to our strategy's second step – "Build" – which aims at building a leading company in our industry.



We now have a good foundation for further growth, and for building a truly leading company.

CEO COMMENT

New partnership to support electrification growth

Over the past two years, our electrification solutions have been in high demand in Asia, resulting in strong volume growth and a high capacity utilization locally. We have therefore agreed to extend our strategic partnership in China with Shandong Innovation Group. The agreement gives Gränges ownership of a production facility in the Shandong province through an equity transaction. The new partnership enables us to continue to take market share and grow in the Asian electrification market. It will take some time to realize these benefits, but we expect a marginally positive contribution to our earnings per share in 2025. Read more about the new partnership on page 6.

Carbon footprint and recycling on record levels

Our long-term focus on sustainability resulted in new records, for instance an all-time-low carbon emissions intensity. In fact, we are already now in line with our 2025 climate goals, more than a year ahead of time. Record-high recycling contributed to our low emissions, but circularity is also a strategic objective in its own right. The 230 ktonnes we have recycled in the last year in cooperation with our downstream and upstream partners put us halfway to our 2030 circularity goal.

Stable outlook for the third quarter

End-customer markets remain hard to predict but appear comparatively stable in the near term. We expect our continued focus on new business to drive a mid-to-high single-digit percentage volume growth in the third quarter compared to 2023. We also intend to offset any further price pressure and wage inflation with further productivity improvements.

People make the difference

I am very proud of the competence, commitment, and stability that our global team has continued to show during these very turbulent last few years. Having demonstrated a new level of performance also gives us increased self-confidence. We now have a good foundation for further growth, and for building a truly leading company. I'd like to close by again thanking all my colleagues throughout the Gränges family for your outstanding work.

Jörgen Rosengren
President and CEO



Coil storage at Gränges' production facility in Newport.



PARTNERSHIP

Strategic partnership to support continued electrification growth in Asia

Gränges has experienced strong demand for its high-quality, sustainable electrification solutions in Asia. To strengthen its competitiveness and gain further market share, Gränges is expanding its strategic partnership with Shandong Innovation Group (SIG).

Through a new agreement signed in May 2024, Gränges will take ownership of an efficient, low-cost casting and hot-rolling facility in the Shandong province and obtain access to scalable downstream capabilities. The agreement further provides access to nearby supply of low-carbon recycled and primary aluminium.

In return, SIG will obtain shares in Gränges' subsidiary in China representing 20 percent of the total registered capital after completion of the transaction. The equity transaction has no impact on cash and is expected to contribute marginally to Gränges' earnings per share from 2025.

Applications for Gränges' electrification solutions:

- Battery cooling plates
- Battery casings
- Battery cathode foil
- HEX materials for electric vehicles

For more details, see press release on granges.com.



Strengthening the scale, efficiency and sustainability of our Asian supply chain is essential for our ability to gain further market share in low-carbon and circular aluminium solutions for the EV and battery markets.

Colin Xu
President Gränges Asia

Gränges Group



- Stable conditions in most end-customer markets
- New business and cost productivity supported earnings growth
- Improved working capital efficiency continued to strengthen cash flow

Market development

Gränges is an aluminium technology company and a leading global supplier of rolled aluminium products and solutions for thermal management systems, speciality packaging and selected niche applications. Gränges' key end-customer markets are Automotive currently representing 42 percent, HVAC representing 18 percent, Speciality packaging and Other niches representing 18 percent and 22 percent respectively of sales volume for the last 12 months.

Short-term sales to the Automotive industry are primarily driven by the number of vehicles produced. Medium and long term, the increasing share of electric vehicles is expected to have a further positive impact on demand for Gränges' products. Sales to the HVAC industry are influenced in the short term by consumer confidence and the general activity within building and construction. In the medium and long term, increased requirements on energy efficiency of HVAC units are expected to have a further positive impact on the demand for Gränges' products. The demand for materials for Speciality packaging tends to be relatively stable in its nature and sales to Other niche applications are largely driven by the general economic activity.

In the second quarter 2024, demand in most of Gränges' end-customer markets stabilized. Sales to automotive customers remained stable compared with the same quarter last year. The positive development in Eurasia was offset by lower sales in Americas. Sales of HVAC materials increased by 4 percent, following a return to a typical seasonal pattern on the back of normalized inventory levels at customers. Sales of Speciality packaging materials increased by 13 percent in the second quarter, and sales to Other niches increased by 28 percent following a normalization of downstream inventory levels in Europe and new business.

Sales development

Gränges' sales volume in the second quarter 2024 increased by 8.6 percent to 130.9 ktonnes (120.5) while net sales increased by 2.3 percent to SEK 6,145 million (6,008) compared to the same quarter previous year. A lower average fabrication price had a negative impact on net sales in the quarter. Changes in foreign exchange rates had a net positive effect of SEK 14 million.

For Gränges Americas, the external sales volume increased by 71 percent to 60.5 ktonnes (56.5) while external

External sales volume growth Q2, 2024

End-customer	Automotive	HVAC	Speciality packaging	Other niches	Total
Gränges Americas	↘ -17%	→ 3%	↗ 13%	↗ 38%	↗ 7%
Gränges Eurasia	↗ 4%	-	↗ 14%	↗ 24%	↗ 10%
Total	→ 0%	→ 3%	↗ 13%	↗ 28%	↗ 9%
Share of total sales volume, rolling 12-months	42%	18%	18%	22%	100%

net sales decreased to SEK 3,016 million (3,046) in the second quarter 2024. The increase in sales volume was mainly due to higher sales to Other niches driven by new business. Changes in foreign exchange rates had a net negative effect on net sales of SEK 4 million.

For Gränges Eurasia, the external sales volume increased by 10.0 percent to 70.3 ktonnes (63.9) and external net sales increased to SEK 3,128 million (2,962) in the second quarter 2024. The increase in sales volume was primarily driven by higher sales to Other niches due to normalization of inventory levels in Europe as well as by positive development of demand from Automotive in Asia. Changes in foreign exchange rates had a net positive effect on net sales of SEK 18 million.

During January – June 2024, Gränges' sales volume increased by 5.1 percent to 252.8 ktonnes (240.6) compared to the corresponding period previous year. Net sales amounted to SEK 11,573 million (11,976) and changes in foreign exchange rates had a net positive effect on net sales of SEK 66 million.

For Gränges Americas, the external sales volume was 116.6 ktonnes (116.7) and external net sales amounted to SEK 5,670 million (6,157) during the first half of 2024. For Gränges Eurasia, sales volume increased to 136.3 ktonnes (124.0) and external net sales increased to SEK 5,903 million (5,819).

Operating profit

Adjusted operating profit for the second quarter 2024 increased to SEK 471 million (450), corresponding to adjusted operating profit per tonne of 3.6 kSEK (3.7). Higher sales volume, improved cost productivity and good metal management more than offset the lower average fabrication price. Changes in foreign exchange rates had a net negative impact of SEK 15 million in the quarter. Adjusted operating profit for the second quarter 2023 included SEK 40 million related to positive timing effects from surcharge clauses in customer

contracts. No surcharge clause timing effects occurred in the second quarter 2024.

Operating profit for the second quarter 2024 increased to SEK 471 million (450) and includes no items affecting comparability (-). For further information, see Note 5.

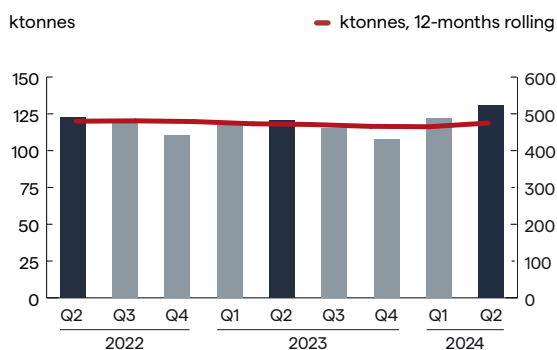
During the period January – June 2024, adjusted operating profit decreased to SEK 827 million (851), and adjusted operating profit per tonne was 3.3 kSEK (3.5). Changes in foreign exchange rates had a net negative impact of SEK 17 million for the first half of 2024 compared with the corresponding period previous year. Operating profit amounted to SEK 827 million (851) and includes no items affecting comparability (-). For further information see Note 5.

Profit for the period and earnings per share

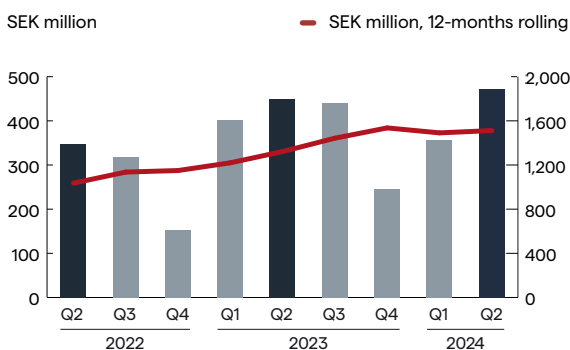
Profit before tax for the second quarter 2024 increased to SEK 399 million (366). Profit or loss from associates and joint ventures amounted to SEK -7 million (1) and related primarily to the recycling and casting operation that is currently being established in Yunnan, China. Finance income and costs was SEK -66 million (-85). Income tax for the second quarter 2024 was SEK -85 million (-50) which corresponds to an effective tax rate of 21 percent. Excluding withholding tax on a dividend from the Chinese subsidiary to Gränges AB as well as certain positive tax effects, the effective tax rate during the second quarter of previous year was 17 percent. The profit for the period was SEK 314 million (316) and diluted earnings per share was SEK 2.94 (2.97).

For the period January – June 2024, profit before tax increased to SEK 692 million (681). Finance income and costs was SEK -130 million (-170). Income tax for the period was SEK -142 million (-112). In accordance with the OECD's guidelines mandating a global minimum tax rate of 15 percent, Gränges has accounted for a top-up tax of SEK 6 million during the first half of 2024. The effective tax rate was 20 percent in the period. Excluding the withholding tax and

Sales volume



Adjusted operating profit



the positive tax effects, the effective rate during the first half previous year was 19 percent. The profit for the period decreased to SEK 551 million (570) and diluted earnings per share decreased to SEK 5.16 (5.35).

Cash flow

Cash flow from operating activities was SEK 474 million (830) in the second quarter 2024. Changes in working capital resulted in a negative cash flow impact of SEK 47 million. The adverse effects from increased sales volume and a higher aluminium price were largely offset by working capital efficiency improvements, primarily driven by improved inventory turnover.

Cash flow from investing activities fully relates to capital expenditure and amounted to SEK -337 million (-197) in the quarter. Of this, SEK -75 million referred to investments to maintain and improve efficiency in current production facilities and SEK -262 million referred to investments related to expansion of the production facilities.

Cash flow before financing adjusted for expansion investments and acquisitions amounted to SEK 399 million (779) in the second quarter 2024. Cash flow from financing activities was SEK 93 million (-416) in the second quarter 2024 and included a dividend payment of SEK -159 million, new loans of SEK 1,617 million, and repayment of loans of SEK -1,323 million.

During January – June 2024, cash flow from operating activities was SEK 626 million (1,166). Cash flow from investing activities amounted to SEK -527 million (-449) and included capital expenditure of SEK -528 million (-450) and divestments of SEK 0 million (1). Of the total capital expenditure, SEK -133 million referred to investments to maintain and

improve efficiency in current production facilities and SEK -395 million referred to investments related to the expansion of the production facilities.

During January – June 2024 cash flow before financing activities amounted to SEK 99 million (717). Cash flow from financing activities was SEK 337 million (-632) during the first half-year and includes a dividend payment of SEK -159 million, new loans of SEK 3,843 million and repayment of loans of SEK -3,241 million.

Cash and cash equivalents amounted to SEK 920 million on June 30, 2024 (SEK 461 million on December 31, 2023).

Financial position

Gränges' total assets amounted to SEK 18,538 million on June 30, 2024 (SEK 16,688 million on December 31, 2023). The equity to assets ratio was 50.4 percent on June 30, 2024 (52.8 percent on December 31, 2023).

Financial net debt was SEK 3,031 million on June 30, 2024 (SEK 2,741 million on December 31, 2023), corresponding to 1.3 times adjusted EBITDA (1.1 times on December 31, 2023).

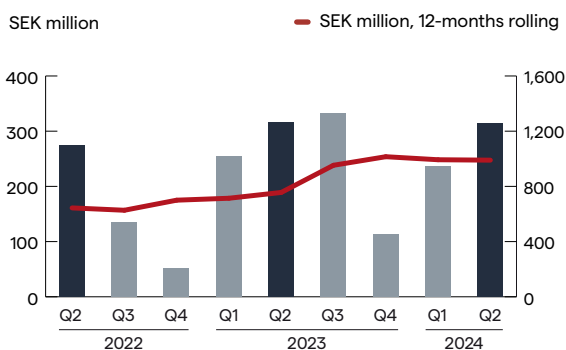
Employees

The average number of employees was 2,769 (2,703) in the second quarter and 2,762 (2,685) for the first half of 2024.

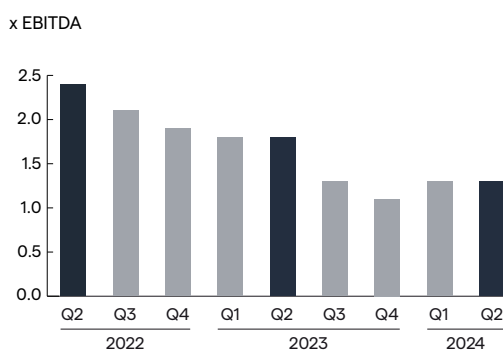
Parent company

Gränges AB is the parent company of the Gränges Group. Its operations include Group Management and Group functions such as finance, treasury, sustainability and communication. For the first half of 2024, net sales in the parent company amounted to SEK 61 million (63). Result for the period January – June was SEK 10 million (288).

Profit for the period



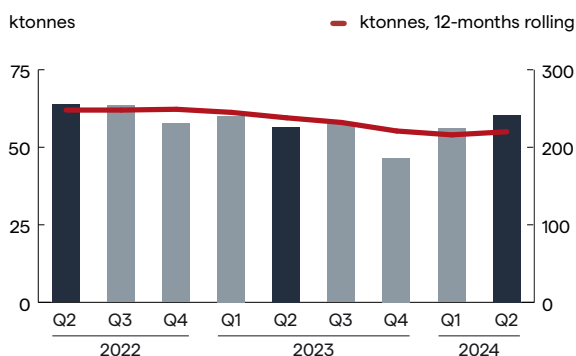
Financial net debt to EBITDA



Gränges Americas

- Stabilized market conditions and normalized downstream inventory levels
- Sales volume growth driven by new business
- Increased sales volume, improved metal management and cost productivity offset lower average fabrication price

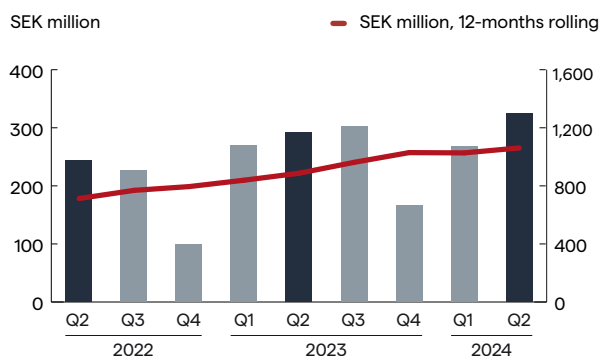
Sales volume



Gränges Americas experienced stabilized market conditions in most end-customer markets in the second quarter 2024. Sales to HVAC customers increased following a return to a typical seasonal pattern on the back of normalized inventory levels at customers. Sales to Speciality packaging and Other niche customers increased as a result of new business and a normalization of downstream inventory levels. In total, the sales volume in the second quarter increased by 7.1 percent to 60.5 ktonnes (56.5) while net sales decreased to SEK 3,016 million (3,046). The decrease in net sales was primarily driven by a lower average fabrication price.

During the period January – June 2024, total sales volume decreased by 0.1 percent to 116.6 ktonnes (116.7) while total net sales decreased to SEK 5,670 million (6,157).

Adjusted operating profit



Adjusted operating profit for the second quarter 2024 increased to SEK 325 million (292). This corresponds to an adjusted operating profit per tonne of 5.4 kSEK (5.2). Increased sales volume as well as improved metal management and cost productivity more than offset a lower average fabrication price. Net changes in foreign exchange rates had no impact compared with the second quarter previous year.

During the period January – June 2024, the adjusted operating profit increased to SEK 592 million (561). By June 30, 2024, the return on capital employed was 19.0 percent (15.4) on a rolling 12-months basis.

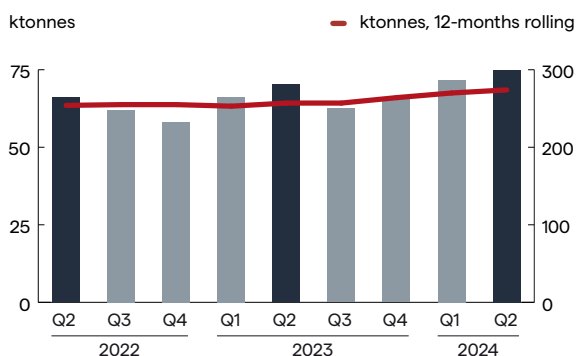
Financial summary

SEK million	Q2			Jan – Jun			12 months rolling Jul 2023 – Jun 2024	Full year 2023
	2024	2023	Δ	2024	2023	Δ		
Sales volume external, ktonnes	60.5	56.5	7.1%	116.6	116.7	-0.1%	220.5	220.6
Sales volume internal, ktonnes	-	-	-	-	-	-	-	-
Total sales volume, ktonnes	60.5	56.5	7.1%	116.6	116.7	-0.1%	220.5	220.6
Net sales, external	3,016	3,046	-1.0%	5,670	6,157	-7.9%	10,839	11,326
Net sales, internal	-	-	-	-	-	-	-	-
Total net sales	3,016	3,046	-1.0%	5,670	6,157	-7.9%	10,839	11,326
Adjusted operating profit	325	292	11.4%	592	561	5.6%	1,061	1,029
Adjusted operating profit per tonne, kSEK	5.4	5.2	0.2	5.1	4.8	0.3	4.8	4.7
Return on capital employed, %	-	-	-	-	-	-	19.0	18.5

Gränges Eurasia

- Increased demand from Automotive in Asia
- Normalization of downstream inventory levels in Europe
- Increased sales volume, improved metal management and cost productivity offset lower average fabrication price

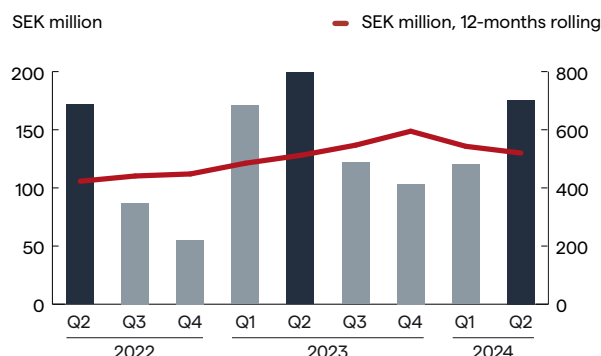
Sales volume



Gränges Eurasia experienced a mixed market development in the second quarter 2024. Sales to Other niche customers in Europe increased due to a normalization of downstream inventory levels and new business. Sales to Automotive customers increased on overall level with a continued good growth in Asia whereas Europe experienced a more stable development. Demand for Speciality packaging materials in Europe increased compared to the same quarter last year following normalized inventory levels and stabilized end-customer demand. In total the sales volume in the second quarter increased by 6.8 percent to 75.0 ktonnes (70.2), while net sales increased by 1.9 percent to SEK 3,371 million (3,307). Lower average fabrication price had a negative impact on net sales compared to the second quarter last year.

During the period January – June 2024, total sales volume increased by 7.4 percent to 146.5 ktonnes (136.4) while total net sales decreased to SEK 6,421 million (6,491).

Adjusted operating profit



Adjusted operating profit for the second quarter 2024 decreased to SEK 176 million (199), corresponding to an adjusted operating profit per tonne of 2.3 kSEK (2.8). Increased sales volume as well as improved metal management and cost productivity more than offset a lower average fabrication price. Changes in foreign exchange rates had a net negative impact of SEK 15 million in the second quarter 2024. Adjusted operating profit for the second quarter 2023 included SEK 40 million related to positive timing effects from surcharge clauses in customer contracts. No surcharge clause timing effects occurred in the second quarter 2024.

During the period January – June 2024, the adjusted operating profit decreased to SEK 295 million (370). By June 30, 2024, the return on capital employed was 6.7 percent (6.6) on a rolling 12-months basis.

Financial summary

SEK million	Q2			Jan – Jun			12 months rolling Jul 2023 – Jun 2024	Full year 2023
	2024	2023	Δ	2024	2023	Δ		
Sales volume external, ktonnes	70.3	63.9	10.0%	136.3	124.0	10.0%	255.0	242.6
Sales volume internal, ktonnes	4.6	6.2	-26.2%	10.2	12.5	-18.2%	19.4	21.7
Total sales volume, ktonnes	75.0	70.2	6.8%	146.5	136.4	7.4%	274.4	264.3
Net sales, external	3,128	2,962	5.6%	5,903	5,819	1.4%	11,276	11,192
Net sales, internal	243	345	-29.6%	518	673	-23.0%	988	1,142
Total net sales	3,371	3,307	1.9%	6,421	6,491	-1.1%	12,264	12,334
Adjusted operating profit	176	199	-11.8%	295	370	-20.3%	520	595
Adjusted operating profit per tonne, kSEK	2.3	2.8	-0.5	2.0	2.7	-0.7	1.9	2.3
Return on capital employed, %	-	-	-	-	-	-	6.7	7.8

Sustainability

- All-time low carbon emissions intensity, meeting 2025 climate goals
- Record-high recycling volume, approaching halfway to 2030 circularity goal
- Gränges named one of Europe's climate leaders 2024

Emissions and climate impact

In the second quarter 2024, Gränges' total carbon emissions intensity (scope 1+2+3) decreased by 15 percent to record-low 7.1 tonnes CO₂e/tonne (8.4). Scope 1+2 intensity increased to 0.69 tonnes CO₂e/tonne (0.64) as a result of lower renewable electricity in Gränges Eurasia and a higher energy consumption overall. Scope 3 intensity decreased significantly by 17 percent to 6.4 tonnes CO₂e/tonne (7.7) as a result of increased recycling and higher share of sourced low-carbon primary aluminium, mainly driven by Gränges Eurasia.

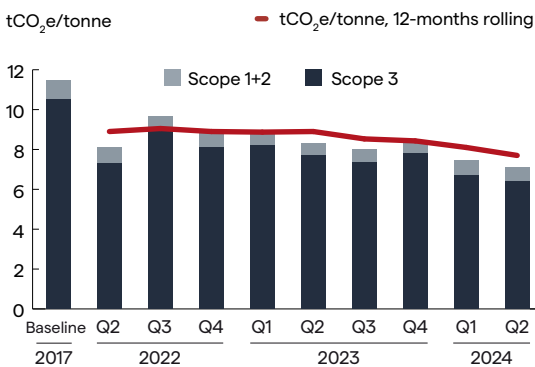
On June 30, 2024, the total carbon emissions intensity was 7.7 tonnes CO₂e/tonne (8.9) on a rolling 12-months basis, a reduction of 33 percent compared to baseline 2017. This means that the 2025 climate goals have been reached, namely reducing scope 1+2 intensity by 25 percent versus 2017, and reducing scope 3 intensity by 30 percent versus 2017.

Recycling and circularity

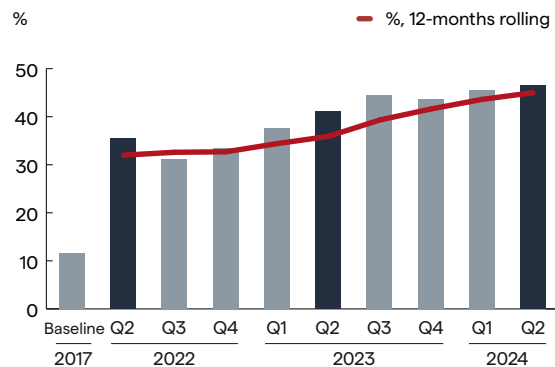
In the second quarter 2024, Gränges continued the positive recycling and circularity trajectory. The recycling volume increased by 11 ktonnes and reached 63 ktonnes (52) compared to the same quarter previous year. This corresponds to 47 percent recycled aluminium (41) of total sourced metal inputs. The strong performance was a result of continuous efforts on finding new scrap sources, increased recycling capacity and long-term partnerships to secure aluminium scrap, such as Gränges Americas' partnership with Scepter, Inc. for supply of scrap-based aluminium ingots.

On June 30, 2024, the total recycling volume reached a new record level of 232 ktonnes (180) on a rolling 12-months basis, corresponding to 5.0 times the volume in baseline 2017. This means Gränges is approaching halfway to its 2030 goal of 500 ktonnes.

Carbon emissions intensity¹



Share of sourced recycled aluminium²



¹ Quarterly data may be adjusted in the year-end report when annual emission factors have been confirmed. Scope 2 data is calculated with a market-based approach. Baseline 2017 is recalculated to include the production facility in Konin for carbon emissions intensity data.

² Baseline 2017 does not include Gränges' production facility in Konin.

SUSTAINABILITY

Sustainability performance

	Q2			Jan – Jun			12 months rolling	Full year		Baseline	
	2024	2023	Δ	2024	2023	Δ	Jul 2023 – Jun 2024	2023	Δ	2017	Δ
Total carbon emissions intensity (scope 1+2+3), tonnes CO ₂ e/tonne ¹	7.1	8.4	-15%	7.3	8.6	-16%	7.7	8.4	-9%	11.4	-33%
Carbon emissions intensity (scope 1+2), tonnes CO ₂ e/tonne ¹	0.69	0.64	8%	0.72	0.65	11%	0.69	0.66	5%	0.96	-28%
Carbon emissions intensity (scope 3), tonnes CO ₂ e/tonne ¹	6.4	7.7	-17%	6.5	8.0	-18%	7.0	7.8	-10%	10.5	-33%
Sourced recycled aluminium, ktonnes	63	52	21%	122	100	22%	232	210	11%	47	397%
Sourced recycled aluminium, %	46.6	41.1	5.5 ppt	46.0	39.3	6.7 ppt	45.0	41.6	3.4 ppt	11.5	33.6 ppt

¹ Quarterly data may be adjusted in the year-end report when annual emission factors have been confirmed. Scope 2 data is calculated with a market-based approach.



SUSTAINABILITY

Gränges named one of Europe's climate leaders 2024

Gränges has been named one of Europe's Climate Leaders by the Financial Times for the second consecutive year. The ranking recognizes companies that achieved the greatest reduction in their core emissions intensity – scope 1 and 2 – in relation to revenue between 2017 and 2022. Companies on this list have also demonstrated a commitment to transparency in scope 3 reporting and further collaborations and commitments toward sustainability, such as CDP and SBTi.



Receiving this recognition from the Financial Times again not only confirms our ambitious sustainability goals but also recognizes the tangible results we have achieved in reducing our climate impact.

Sofia Hedevåg
SVP Sustainability

OTHER INFORMATION

Significant events during the period

Gränges extends its strategic partnership with Shandong Innovation Group to strengthen its competitiveness and support continued electrification growth in Asia. See more on page 6.

Significant events after the period

No significant events have occurred after the period.

The share and owners

The share capital in Gränges amounts to SEK 142 million split on 106,308,618 shares, each with a quota value of SEK 1.339775. Gränges has only one class of shares. The number of known shareholders in Gränges was 12,388 on June 30, 2024, according to Euroclear.

Largest shareholders in Gränges, June 30, 2024¹

Shareholder	Number of shares	Share of capital and votes %
Fjärde AP-fonden	9,385,590	8.8
Swedbank Robur Fonder	7,253,769	6.8
AFA Försäkring	7,076,947	6.7
KGH LTD	5,520,000	5.2
Dimensional Fund Advisors	4,826,297	4.5
Första AP-fonden	4,700,565	4.4
Handelsbanken Fonder	4,168,047	3.9
Vanguard	3,984,409	3.7
Unionen	2,813,103	2.6
Fidelity Investments (FMR)	2,541,457	2.4
Total 10 largest shareholders	52,270,184	49.2
Other	54,038,434	50.8
Total	106,308,618	100.0

¹ Source: Modular Finance

Annual General Meeting 2024

Gränges AB held its Annual General Meeting (AGM) on May 8, 2024. The General Meeting re-elected Fredrik Arp, Steven Armstrong, Mats Backman, Martina Buchhauser, Peter Carlsson and Gunilla Saltin and elected Mikael Bratt and Cecilia Daun Wennborg as new Board members. The General Meeting re-elected Fredrik Arp as Chair of the Board. The General Meeting resolved, in accordance with the Board of Directors' proposal, on a dividend of SEK 3 per share and that the remaining profits are carried forward. The dividend is to be divided into two payments of SEK 1.50 per payment of which the first was paid out in May 2024 and the second is expected to be paid out in November 2024. The General Meeting also resolved, in accordance with the Board of Directors' proposal, on a long-term incentive program, LTI 2024. The program will run for approximately three years and will be offered to senior managers. Further, the General Meeting resolved, in accordance with the Board of Directors' proposal, to authorize the Board to, on one or more occasions until the next AGM, issue new shares and/or convertible bonds up to a maximum of 10 percent of the total number of shares in the company after utilization of the authorization. An issue can be decided with or without regard to shareholders' pre-emption rights. More information on the resolutions on the AGM and the content in them are available on www.granges.com.

Risks and uncertainties

As a global group with operations in different parts of the world, Gränges is exposed to various risks and uncertainties such as raw material price risk, market risk, operational and legal risk, as well as financial risks related to foreign exchange rates, interest rates, liquidity and refinancing. Gränges' risk management process entails to identify, assess and reduce risks related to the Group's business and operations. More information about risk management is available on pages 56–64 in Gränges' 2023 Annual and Sustainability Report.

Seasonal variations

Gränges' customers are found in the automotive industry, the HVAC industry, the packaging industry, as well as in many other niche markets. Gränges' sales to the automotive industry are highly correlated with the production of light vehicles. Sales to the HVAC industry are impacted by factors such as construction investments, new regulations for energy efficiency and climate impact, and it is usually higher during the summer period driven by a seasonally higher demand for cooling systems. Sales to the packaging and other industries are fairly stable throughout the year. Major annual maintenance work in Gränges' production facilities mainly occurs in the fourth quarter. Overall, the fourth quarter is usually the weakest quarter and the second quarter usually the strongest quarter of the year.

SIGNATURES OF THE BOARD

The Board of Directors and the President and CEO declare that the half-year report gives a true and fair view of the performance of the business, financial position and result of operations of the parent company and the Group, and describes the principal risks and uncertainties that the parent company and its subsidiaries are facing.

Stockholm, July 12, 2024

The Board of Directors of Gränges AB (publ)

Fredrik Arp
Chairman of the Board

Jörgen Rosengren
Chief Executive Officer

Steven Armstrong
Member of the Board

Mats Backman
Member of the Board

Mikael Bratt
Member of the Board

Martina Buchhauser
Member of the Board

Peter Carlsson
Member of the Board

Cecilia Daun Wennborg
Member of the Board

Gunilla Saltin
Member of the Board

Emma Hansen Lamprecht
Employee representative

Tobias Johansson
Employee representative

This half-year report has not been reviewed by the auditors of the company.

Financial & sustainability statements

Consolidated income statement (condensed)

SEK million	Note	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Net sales	2	6,145	6,008	11,573	11,976	22,518
Cost of materials		-4,034	-3,928	-7,546	-7,972	-14,730
Payroll and other operating expenses		-1,428	-1,425	-2,784	-2,756	-5,400
Depreciation, amortization and impairment charges		-211	-205	-415	-397	-853
Items affecting comparability	5	-	-	-	-	40
Operating profit		471	450	827	851	1,576
Profit or loss from associates and joint ventures	4	-7	1	-5	1	1
Finance income and costs		-66	-85	-130	-170	-316
Profit before tax		399	366	692	681	1,261
Income tax		-85	-50	-142	-112	-252
Profit for the period		314	316	551	570	1,010
Profit for the period attributable to						
- owners of the parent company		314	316	551	570	1,010
- non-controlling interests		0	0	0	0	0
Earnings per share						
Earnings per share basic, SEK		2.95	2.97	5.18	5.36	9.50
Earnings per share diluted, SEK		2.94	2.97	5.16	5.35	9.48

Consolidated statement of comprehensive income (condensed)

SEK million	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Profit for the period	314	316	551	570	1,010
Items not to be reclassified to profit/loss in subsequent periods					
Remeasurement of pensions after tax	8	19	8	19	-9
Items to be reclassified to profit/loss in subsequent periods					
Change in hedging reserve after tax	-11	71	-90	28	1
Translation effects	-77	339	363	340	-195
Comprehensive income for the period	234	745	832	956	806
Comprehensive income for the period attributable to					
- owners of the parent company	234	745	832	956	806
- non-controlling interests	0	0	0	0	0

Consolidated balance sheet (condensed)

SEK million	Note	30 Jun 2024	30 Jun 2023	31 Dec 2023
ASSETS				
Intangible assets		1,507	1,592	1,474
Property, plant and equipment		8,135	7,722	7,642
Right-of-use assets		246	255	220
Deferred tax assets		45	44	38
Investments in associates and joint ventures	4	229	19	226
Interest-bearing receivables		0	6	-
Other non-current receivables	3	189	167	208
Non-current assets		10,352	9,806	9,808
Inventories		3,885	3,909	3,744
Receivables	3	3,379	3,753	2,656
Interest-bearing receivables	3	1	0	20
Cash and cash equivalents		920	975	461
Current assets		8,186	8,637	6,880
TOTAL ASSETS		18,538	18,443	16,688
EQUITY AND LIABILITIES				
Equity		9,347	8,903	8,809
Interest-bearing liabilities	3	2,514	2,996	2,403
Provisions and other non-current liabilities	3	1,018	1,024	992
Non-current liabilities		3,532	4,020	3,395
Interest-bearing liabilities	3	1,704	2,124	1,055
Provisions and other current liabilities	3	3,955	3,396	3,428
Current liabilities		5,659	5,520	4,483
TOTAL EQUITY AND LIABILITIES		18,538	18,443	16,688

Consolidated changes in equity (condensed)

SEK million	30 Jun 2024	30 Jun 2023	31 Dec 2023
Opening balance	8,808	8,204	8,204
Profit for the period	551	570	1,010
Other comprehensive income for the period	281	387	-203
Total comprehensive income for the period	832	956	806
Dividend	-319	-256	-266
Share swap	29	6	72
Received option/warrant premiums	-	-	9
Exercise of call options	-3	-	-18
Total transactions with owners	-294	-259	-203
Equity attributable to owners of the parent company	9,346	8,901	8,808
Equity attributable to non-controlling interests	2	2	2
Closing balance	9,347	8,903	8,809

Consolidated statement of cash flows (condensed)

SEK million	Note	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Operating profit		471	450	827	851	1,576
Depreciation, amortization and impairment charges		211	205	415	397	853
Change in working capital etc.		-47	245	-426	-2	1,036
Income taxes paid		-161	-70	-190	-80	-173
Cash flow from operating activities		474	830	626	1,166	3,291
Investments in property, plant, equipment and intangible assets		-337	-198	-528	-450	-1,227
Investments in associates and joint ventures		-	-	-	-	-223
Divestments		0	1	0	1	1
Cash flow from investing activities		-337	-197	-527	-449	-1,449
Cash flow before financing activities		138	633	99	717	1,842
Dividend		-159	-266	-159	-266	-266
Share swap		27	6	29	6	72
Received option/warrant premiums		-	-	-	-	9
Exercise of call options		-3	-	-3	-	-18
Interest paid and received		-65	-85	-130	-176	-316
New loans		1,617	2,145	3,843	3,976	6,723
Repayment of loans		-1,323	-2,216	-3,241	-4,173	-8,454
Cash flow from financing activities		93	-416	337	-632	-2,250
Cash flow for the period		231	218	436	85	-408
Cash and cash equivalents at beginning of period		695	752	461	879	879
Cash flow for the period		231	218	436	85	-408
Exchange rate differences in cash and cash equivalents		-5	5	24	10	-11
Cash and cash equivalents at end of period		920	975	920	975	461

Parent company income statement (condensed)

SEK million	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Net sales	31	31	61	63	137
Payroll and other operating expenses	-32	-47	-89	-84	-176
Depreciation, amortization and impairment charges	0	0	0	0	0
Operating profit/loss	-1	-16	-28	-22	-39
Dividends from subsidiaries	-	295	-	295	1,243
Finance income and costs	13	29	42	26	18
Profit/loss after financial items	13	308	14	299	1,222
Income tax	3	-16	-4	-11	-40
Profit/loss for the period	16	292	10	288	1,182

FINANCIAL & SUSTAINABILITY STATEMENTS

Parent company balance sheet (condensed)

SEK million	Note	30 Jun 2024	30 Jun 2023	31 Dec 2023
ASSETS				
Property, plant and equipment		0	0	0
Shares in Group companies		3,768	2,986	3,767
Deferred tax assets		52	40	49
Receivables from Group companies		1,067	1,596	1,106
Other non-current receivables		175	149	190
Non-current assets		5,061	4,777	5,112
Receivables from Group companies		2,176	3,421	2,390
Other receivables		88	217	171
Cash and cash equivalents		434	409	19
Current assets		2,698	4,047	2,580
TOTAL ASSETS		7,759	8,824	7,691
EQUITY AND LIABILITIES				
Equity		3,883	3,216	4,166
Interest-bearing liabilities		2,318	2,787	2,242
Provisions and other non-current liabilities		47	52	46
Non-current liabilities		2,365	2,839	2,288
Liabilities to Group companies		362	627	273
Interest-bearing liabilities		850	1,920	797
Provisions and other current liabilities		298	222	166
Current liabilities		1,511	2,769	1,237
TOTAL EQUITY AND LIABILITIES		7,759	8,824	7,691

Notes

Note 1 Accounting principles

The Gränges Group applies International Financial Reporting Standards (IFRS) as endorsed by the EU. The accounting principles adopted are consistent with those described in the Annual Report for Gränges AB (publ) 2023. This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The Parent Company applies the Swedish Annual Accounts Act and RFR 2 Reporting for Legal Entities.

New standards, amendments and interpretations effective from January 1, 2024, or later have not had any material impact on this financial report. Gränges is currently evaluating how the, by IASB, issued IFRS 18 Presentation and Disclosures in Financial Statements standard will impact the financial report. The standard will be applicable for reporting periods starting from January 1, 2027, and onwards.

The interim information on pages 2–23 is an integrated part of these financial statements.

Note 2 Revenue from contracts with customers

Gränges' revenue is generated through sale of material that is produced for a certain customer and application. Revenue is recognized at the point in time when control is transferred to the customer. The transaction price for Gränges' products is based on the added value Gränges offers in terms of material properties and production complexity (fabrication price), and the price of the raw material, aluminium. The fabrication price is to a large extent pre-defined while the aluminium price is variable and based on metal price clauses connected to the market price. Other revenue for the full year 2023 includes an insurance compensation of SEK 106 million for a fire in the Konin facility.

The table below show Gränges' net sales by business area divided by type of revenue.

SEK million	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Net sales by business area					
Gränges Americas					
Fabrication revenue	1,259	1,304	2,404	2,613	4,852
Raw material and other revenue	1,756	1,740	3,263	3,538	6,465
Revenue from contracts with customers	3,015	3,045	5,667	6,151	11,317
Other revenue	1	2	3	6	9
Total net sales Gränges Americas	3,016	3,046	5,670	6,157	11,326
Gränges Eurasia					
Fabrication revenue	1,329	1,450	2,589	2,823	5,239
Raw material and other revenue	2,030	1,851	3,814	3,657	6,916
Revenue from contracts with customers	3,359	3,301	6,403	6,480	12,156
Other revenue	12	6	18	11	178
Total net sales Gränges Eurasia	3,371	3,307	6,421	6,491	12,334
Other and eliminations					
Fabrication revenue	-145	-227	-315	-433	-737
Raw material and other revenue	-98	-118	-203	-239	-406
Revenue from contracts with customers	-243	-345	-518	-673	-1,142
Other revenue	-	-	-	-	-
Total net sales other and eliminations	-243	-345	-518	-673	-1,142
Total fabrication revenue	2,443	2,527	4,677	5,003	9,355
Total raw material and other revenue	3,688	3,473	6,874	6,955	12,976
Total revenue from contracts with customers	6,131	6,001	11,552	11,958	22,331
Total other revenue	14	7	21	18	188
Total net sales	6,145	6,008	11,573	11,976	22,519

FINANCIAL & SUSTAINABILITY STATEMENTS

Note 3 Financial instruments

The Group's financial assets consist of lending, accounts receivable, cash and cash equivalents as well as derivatives. The Group's financial liabilities consist of borrowings and accounts payable as well as derivatives. The table below shows the fair value of the derivatives (foreign exchange, aluminium and interest rate derivatives) included in the balance sheet.

SEK million	30 Jun 2024	30 Jun 2023	31 Dec 2023
Non-current assets	179	160	197
Current assets	104	344	226
Non-current liabilities	53	67	55
Current liabilities	161	277	175

All derivatives are measured at fair value and are classified according to level 2, i.e., all significant inputs required for measurement of the instruments are observable. Fair value of foreign exchange derivatives is calculated by discounting the difference between the contracted forward rate and the forward rate that can be contracted on the balance sheet date for the remaining contract period. Aluminium derivatives are measured at observable quoted prices on LME (London Metal Exchange) and SHFE (Shanghai Futures Exchange) for similar assets and liabilities. Interest rate derivatives are measured at forward rates from observable interest rate curves and discounting of contractual cash flows.

Gränges' interest-bearing liabilities consist of financing from banks, institutions, and the credit market. As per June 30, 2024, the amount

of outstanding term loans from banks and institutions was USD 120 million and SEK 400 million, whereof USD 120 million and SEK 200 million have a sustainability-linked structure. Financing from banks and institutions also includes a sustainability-linked Revolving Credit Facility of SEK 3,500 million which was unutilized as per June 30, 2024. Financing from the credit market includes a sustainability-linked bond of SEK 600 million, issued under Gränges' MTN program, and commercial papers. As per June 30, 2024, the total volume of outstanding commercial papers was SEK 848 million. Other interest-bearing liabilities includes short-term working capital loans of CNY 500 million.

The loan facilities are subject to covenants, which are Net Debt/EBITDA and Interest coverage ratio.

SEK million	Limit/Program	Year			Total
		< 1	1-2	> 2	
Term loans					
SEK		-	200	200	400
USD		-	1,274	-	1,274
Bonds in MTN program	3,000	-	-	600	600
Commercial papers	2,000	848	-	-	848
Revolving Credit Facilities	3,500	-	-	-	-
Lease liabilities		56	44	165	266
Other interest-bearing liabilities		800	-	31	831
Total interest-bearing liabilities		1,704	1,518	996	4,218

Interest-bearing liabilities are measured at amortized cost and the carrying amount as of June 30, 2024, was SEK 4,218 million (SEK 3,459 million as of December 31, 2023). The fair value of interest-bearing liabilities amounted

to SEK 4,226 million as of June 30, 2024 (SEK 3,469 million as of December 31, 2022). For other receivables and liabilities, which are short-term, the carrying amount is considered to reflect the fair value.

FINANCIAL & SUSTAINABILITY STATEMENTS

Note 4 Related party transactions

No changes have been made to the Group or parent company in relations or transactions with related parties, compared to what is described in the 2023 Annual Report. During the period there have been no significant transactions with related parties.

Note 5 Items affecting comparability

SEK million	Financial statement line	Apr–Jun 2024	Apr–Jun 2023	Jan–Jun 2024	Jan–Jun 2023	Jan–Dec 2023
Insurance compensation	Items affecting comparability	-	-	-	-	40
Items affecting comparability		-	-	-	-	40

There are no items affecting comparability in the second quarter or the first half-year of 2024.

In May 2022, a fire broke out at one of the rolling mills at Gränges' production facility in Konin, Poland. Insurance compensation, with a deductible, was accounted for as part of the adjusted operating result, while compensation beyond the coverage was treated as items affecting comparability. The insurance claim was finally settled during the third quarter of 2023 and resulted in revenue exceeding the cost of the fire by SEK 40 million, which was classified as an item affecting comparability in the period.

FINANCIAL & SUSTAINABILITY STATEMENTS

Consolidated quarterly data

SEK million	2024		2023				2022	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Sales volume, ktonnes	130.9	122.0	107.7	114.9	120.5	120.2	110.3	119.8
Income statement								
Net sales	6,145	5,428	4,967	5,575	6,008	5,968	5,366	6,172
Adjusted EBITDA ¹	682	560	451	690	655	593	344	583
Adjusted operating profit ¹	471	356	245	439	450	401	153	319
Operating profit	471	356	245	479	450	401	153	243
Profit for the period	314	237	108	332	316	254	51	135
Adjusted EBITDA margin, %	11.1	10.3	9.1	12.4	10.9	9.9	6.4	9.5
Adjusted operating margin, %	7.7	6.6	4.9	7.9	7.5	6.7	2.8	5.2
Adjusted operating profit per tonne, kSEK	3.6	2.9	2.3	3.8	3.7	3.3	1.4	2.7
Operating margin, %	7.7	6.6	4.9	8.6	7.5	6.7	2.8	3.9
Net margin, %	5.1	4.4	2.2	6.0	5.3	4.2	0.9	2.2
Balance sheet								
Non-current assets	10,352	10,274	9,808	9,626	9,806	9,290	9,249	9,233
Current assets	8,186	7,754	6,880	7,433	8,637	8,463	8,280	10,150
Equity	9,347	9,409	8,809	8,971	8,903	8,417	8,206	8,291
Non-current liabilities	3,532	3,535	3,395	3,915	4,020	3,824	3,783	3,865
Current liabilities	5,659	5,083	4,483	4,172	5,520	5,511	5,541	7,227
Cash flow								
Operating activities	474	152	925	1,199	830	336	919	530
Investing activities	-337	-191	-774	-227	-197	-252	-403	-218
Before financing activities	138	-39	152	972	633	84	516	313
Financing activities	93	244	-307	-1,310	-416	-217	-837	-285
Cash flow for the period	231	205	-155	-338	218	-133	-321	28
Capital structure								
Net debt	3,545	3,462	3,233	3,401	4,360	4,388	4,377	4,894
Equity to assets, %	50.4	52.2	52.8	52.6	48.3	47.4	46.8	42.8
Data per share, SEK²								
Earnings per share basic	2.95	2.23	1.01	3.13	2.97	2.39	0.48	1.27
Earnings per share diluted	2.94	2.23	1.01	3.12	2.97	2.38	0.48	1.27
Equity	87.69	88.40	82.72	84.22	83.60	79.13	77.18	77.97
Cash flow from operating activities	4.45	1.43	8.69	11.26	7.80	3.16	8.64	4.99
Share price at the end of the period	136.00	115.80	116.00	103.00	102.90	98.75	85.30	71.70
Weighted outstanding ordinary shares, basic in thousands	106,308.6	106,308.6	106,308.6	106,308.6	106,308.6	106,308.6	106,308.6	106,308.6
Weighted outstanding ordinary shares, diluted in thousands	106,595.9	106,445.0	106,493.1	106,527.0	106,499.3	106,374.6	106,322.6	106,345.0

¹ Adjusted for items affecting comparability, see Note 5 for further information.

² Calculated on weighted outstanding ordinary shares, diluted.

Consolidated quarterly data

	2024		2023				2022	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Sales volume by business area, ktonnes								
Gränges Americas	60.5	56.0	46.6	57.3	56.5	60.1	57.7	63.5
Gränges Eurasia	75.0	71.6	65.4	62.5	70.2	66.3	58.1	62.1
Other and eliminations	-4.6	-5.6	-4.3	-4.9	-6.2	-6.2	-5.5	-5.8
Total	130.9	122.0	107.7	114.9	120.5	120.2	110.3	119.8
Sales volume by end-customer, ktonnes								
Automotive	51.8	50.7	50.0	49.3	51.9	51.4	49.1	49.8
HVAC	24.5	21.6	15.6	21.7	23.8	24.9	20.2	27.8
Speciality packaging	21.6	22.2	19.1	20.9	19.1	20.9	22.4	21.0
Other niches	33.0	27.5	22.9	22.9	25.7	23.0	18.6	21.2
Total	130.9	122.0	107.7	114.9	120.5	120.2	110.3	119.8
Net sales by business area, SEK million								
Gränges Americas	3,016	2,653	2,253	2,916	3,046	3,111	2,834	3,397
Gränges Eurasia	3,371	3,049	2,928	2,915	3,307	3,184	2,807	3,087
Other and eliminations	-243	-275	-214	-256	-345	-327	-274	-312
Total	6,145	5,428	4,967	5,575	6,008	5,968	5,366	6,172
Employees								
Average number of employees	2,769	2,755	2,769	2,735	2,703	2,667	2,682	2,697

Sustainability¹

Total carbon emissions intensity (scope 1+2+3), tonnes CO ₂ e/tonne	7.1	7.4	8.5	8.0	8.4	8.9	8.9	9.7
Carbon emissions intensity (scope 1+2), tonnes CO ₂ e/tonne	0.69	0.75	0.65	0.67	0.64	0.66	0.82	0.80
Carbon emissions intensity (scope 3), tonnes CO ₂ e/tonne	6.4	6.7	7.8	7.3	7.7	8.2	8.1	8.9
Sourced recycled aluminium, ktonnes	63	59	55	55	52	48	40	40
Sourced recycled aluminium, %	46.6	45.5	43.6	44.4	41.1	37.5	33.5	31.1

¹ Quarterly data may be adjusted in the year-end report when annual emission factors have been confirmed.

Scope 2 data is calculated with a market-based approach.

Sales volume, ktonnes	Automotive		HVAC		Speciality packaging		Other niches		Total	
	Q2 2024	Q2 2023	Q2 2024	Q2 2023	Q2 2024	Q2 2023	Q2 2024	Q2 2023	Q2 2024	Q2 2023
Gränges Americas	8.1	9.8	24.5	23.8	16.9	15.0	10.9	7.9	60.5	56.5
Gränges Eurasia	47.9	47.8	0.3	0.5	4.7	4.1	22.0	17.8	75.0	70.2
Other and eliminations	-4.3	-5.7	-0.3	-0.5	-	-	-	-	-4.6	-6.2
Total	51.8	51.9	24.5	23.8	21.6	19.1	33.0	25.7	130.9	120.5

Consolidated 12-months rolling data

SEK million	2024		2023				2022	
	Jul 2023– Jun 2024	Apr 2023– Mar 2024	Jan 2023– Dec 2023	Oct 2022– Sep 2023	Jul 2022– Jun 2023	Apr 2022– Mar 2023	Jan 2022– Dec 2022	Oct 2021– Sep 2022
Sales volume, ktonnes	475.4	465.1	463.2	465.8	470.7	472.7	479.3	481.3
Income statement								
Net sales	22,115	21,978	22,518	22,917	23,513	24,380	24,492	23,984
Adjusted EBITDA ¹	2,383	2,356	2,389	2,281	2,175	2,156	2,064	2,020
Adjusted operating profit ¹	1,512	1,491	1,536	1,443	1,322	1,220	1,150	1,136
Operating profit	1,552	1,531	1,576	1,483	1,246	1,206	1,136	962
Adjusted EBITDA margin, %	10.8	10.7	10.6	10.0	9.3	8.8	8.4	8.4
Adjusted operating margin, %	6.8	6.8	6.8	6.3	5.6	5.0	4.7	4.7
Adjusted operating profit per tonne, kSEK	3.2	3.2	3.3	3.1	2.8	2.6	2.4	2.4
Operating margin, %	7.0	7.0	7.0	6.5	5.3	4.9	4.6	4.0
Capital structure and return indicators								
Capital employed	12,688	12,671	12,613	12,842	12,947	12,738	12,292	11,886
Return on capital employed, %	11.9	11.8	12.2	11.2	10.2	9.6	9.4	9.6
Equity	9,086	8,900	8,660	8,556	8,358	8,023	7,725	7,433
Return on equity, %	10.9	11.2	11.7	11.1	9.0	8.9	9.1	8.4
Financial net debt/Adjusted EBITDA	1.3	1.3	1.1	1.3	1.8	1.8	1.9	2.1

¹ Adjusted for items affecting comparability, see Note 5 for further information.

Sustainability²

Total carbon emissions intensity (scope 1+2+3), tonnes CO ₂ e/tonne	7.7	8.1	8.4	8.5	8.9	8.9	8.9	9.1
Carbon emissions intensity (scope 1+2), tonnes CO ₂ e/tonne	0.69	0.68	0.66	0.69	0.73	0.77	0.82	0.85
Carbon emissions intensity (scope 3), tonnes CO ₂ e/tonne	7.0	7.4	7.8	7.8	8.2	8.1	8.1	8.3
Sourced recycled aluminium, ktonnes	232	221	210	195	180	174	169	170
Sourced recycled aluminium, %	45.0	43.6	41.6	39.2	35.8	34.4	32.7	32.6

² Consolidated 12-months rolling data may be adjusted in the year-end report when annual emission factors have been confirmed. Scope 2 data is calculated with a market-based approach.

Financials per business area

SEK million	Apr – Jun 2024				Apr – Jun 2023			
	Gränges Americas	Gränges Eurasia	Other and eliminations	Total	Gränges Americas	Gränges Eurasia	Other and eliminations	Total
Sales volume external, ktonnes	60.5	70.3	-	130.9	56.5	63.9	-	120.5
Sales volume internal, ktonnes	-	4.6	-4.6	0	-	6.2	-6.2	0
Total sales volume	60.5	75.0	-4.6	130.9	56.5	70.2	-6.2	120.5
Income statement								
Net sales, external	3,016	3,128	-	6,145	3,046	2,962	-	6,008
Net sales, internal	-	243	-243	0	-	345	-345	0
Total net sales	3,016	3,371	-243	6,145	3,046	3,307	-345	6,008
Adjusted operating profit ¹	325	176	-30	471	292	199	-41	450
Adjusted operating profit per tonne, kSEK	5.4	2.3	n/a	3.6	5.2	2.8	n/a	3.7
Capital structure and return indicators								
Capital employed ²	5,578	8,069	-754	12,892	5,885	8,021	-643	13,263
Return on capital employed, % ³	19.0	6.7	n/a	11.9	15.4	6.6	n/a	10.2

SEK million	Jan – Jun 2024				Jan – Jun 2023			
	Gränges Americas	Gränges Eurasia	Other and eliminations	Total	Gränges Americas	Gränges Eurasia	Other and eliminations	Total
Sales volume external, ktonnes	116.6	136.3	-	252.8	116.7	124.0	-	240.6
Sales volume internal, ktonnes	-	10.2	-10.2	0	-	12.5	-12.5	0
Total sales volume	116.6	146.5	-10.2	252.8	116.7	136.4	-12.5	240.6
Income statement								
Net sales, external	5,670	5,903	-	11,573	6,157	5,819	-	11,976
Net sales, internal	-	518	-518	0	-	673	-673	0
Total net sales	5,670	6,421	-518	11,573	6,157	6,491	-673	11,976
Adjusted operating profit ¹	592	295	-60	827	561	370	-80	851
Adjusted operating profit per tonne, kSEK	5.1	2.0	n/a	3.3	4.8	2.7	n/a	3.5

¹ Adjusted for items affecting comparability, see Note 5 for further information.

² Closing balance at end of the period.

³ Calculated on the average capital employed during the past 12-months period.

Financials per business area

Gränges Americas	2024		2023				2022	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
SEK million								
Sales volume external, ktonnes	60.5	56.0	46.6	57.3	56.5	60.1	57.7	63.5
Sales volume internal, ktonnes	-	-	-	-	-	-	-	-
Total sales volume, ktonnes	60.5	56.0	46.6	57.3	56.5	60.1	57.7	63.5
Income statement								
Net sales, external	3,016	2,653	2,253	2,916	3,046	3,111	2,842	3,391
Net sales, internal	-	-	-	-	-	-	-8	6
Total net sales	3,016	2,653	2,253	2,916	3,046	3,111	2,834	3,397
Adjusted operating profit ¹	325	267	166	302	292	269	99	227
Adjusted operating profit per tonne, kSEK	5.4	4.8	3.6	5.3	5.2	4.5	1.7	3.6
Capital structure and return indicators								
Capital employed ²	5,578	5,774	5,139	5,519	5,885	5,673	5,528	6,124
Return on capital employed, % ³	19.0	18.3	18.5	16.7	15.4	15.0	15.1	15.5

Gränges Eurasia	2024		2023				2022	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
SEK million								
Sales volume external, ktonnes	70.3	66.0	61.1	57.6	63.9	60.0	52.6	56.3
Sales volume internal, ktonnes	4.6	5.6	4.3	4.9	6.2	6.2	5.5	5.8
Total sales volume, ktonnes	75.0	71.6	65.4	62.5	70.2	66.3	58.1	62.1
Income statement								
Net sales, external	3,128	2,775	2,714	2,659	2,962	2,857	2,524	2,780
Net sales, internal	243	275	214	256	345	327	283	306
Total net sales	3,371	3,049	2,928	2,915	3,307	3,184	2,807	3,087
Adjusted operating profit ¹	176	120	103	122	199	171	55	87
Adjusted operating profit per tonne, kSEK	2.3	1.7	1.6	1.9	2.8	2.6	0.9	1.4
Capital structure and return indicators								
Capital employed ²	8,069	7,723	7,477	7,379	8,021	7,718	7,527	7,609
Return on capital employed, % ³	6.7	7.1	7.8	7.1	6.6	6.3	6.0	6.0

¹ Adjusted for items affecting comparability, see Note 5 for further information.

² Closing balance at end of the period.

³ Calculated on the average capital employed during the past 12-months period.

Alternative performance measures

Gränges makes use of the alternative performance measures Return on capital employed, Financial net debt, Equity to assets ratio and Cash conversion. Gränges believes that these performance measures are useful for readers of the financial reports as a complement to other performance measures when assessing the possibility of dividends, the implementation of strategic investments, and the Group's ability to meet

financial commitments. Further, Gränges uses the alternative performance measures Adjusted operating profit, Adjusted operating profit per tonne and Adjusted EBITDA, which are measures that Gränges considers to be relevant for investors who want to understand the profit generation excluding items affecting comparability. For definitions of the measures, see page 31.

SEK million	Q2		Jan – Jun		12 months rolling	Full year
	2024	2023	2024	2023	Jul 2023 – Jun 2024	2023
Adjusted operating profit						
Operating profit	471	450	827	851	1,552	1,576
Items affecting comparability	-	-	-	-	-40	-40
Adjusted operating profit	471	450	827	851	1,512	1,536
Adjusted operating profit per tonne						
Adjusted operating profit	471	450	827	851	1,512	1,536
Sales volume, ktonnes	130.9	120.5	252.8	240.6	475.4	463.2
Adjusted operating profit per tonne, kSEK	3.6	3.7	3.3	3.5	3.2	3.3
Adjusted EBITDA						
Adjusted operating profit	471	450	827	851	1,512	1,536
Depreciation, amortization and impairment charges	211	205	415	397	871	853
Adjusted EBITDA	682	655	1,242	1,248	2,383	2,389
Return on capital employed						
Total assets less cash and cash equivalents and interest-bearing receivables, rolling 12 months average	-	-	-	-	17,002	16,735
Non-interest-bearing liabilities, rolling 12 months average	-	-	-	-	-4,556	-4,355
Pensions, rolling 12 months average	-	-	-	-	242	234
Capital employed	-	-	-	-	12,688	12,613
Adjusted operating profit	-	-	-	-	1,512	1,536
Return on capital employed, %	-	-	-	-	11.9	12.2
Financial net debt/Adjusted EBITDA						
Cash and cash equivalents and interest-bearing receivables	-	-	-922	-981	-922 ¹	-480
Interest-bearing liabilities	-	-	4,218	5,120	4,218 ¹	3,459
Lease liabilities	-	-	-266	-272	-266 ¹	-237
Financial net debt	-	-	3,031	3,867	3,031¹	2,741
Adjusted EBITDA, rolling 12 months	-	-	-	-	2,383	2,389
Financial net debt/Adjusted EBITDA	-	-	-	-	1.3	1.1

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FINANCIAL & SUSTAINABILITY STATEMENTS

...continued from previous page.

SEK million	Q2		Jan – Jun		12 months rolling	Full year
	2024	2023	2024	2023	Jul 2023 – Jun 2024	2023
Equity to assets						
Equity	-	-	9,347	8,903	9,347 ¹	8,809
Total assets	-	-	18,538	18,443	18,538 ¹	16,688
Equity to assets, %	-	-	50.4	48.3	50.4¹	52.8
Adjusted cash flow before financing activities						
Cash flow before financing activities	138	633	99	717	1,223	1,842
Cash flow from expansion investments	262	145	395	348	807	761
Cash flow from investments in associates and joint ventures	-	-	-	-	223	223
Adjusted cash flow before financing activities	399	779	494	1,066	2,254	2,826
Cash conversion						
Adjusted cash flow before financing activities	399	779	494	1,066	2,254	2,826
Adjusted operating profit	471	450	827	851	1,512	1,536
Cash conversion, %	85	173	60	125	149	184

¹ Closing balance at the end of the period.

Definitions

Adjusted EBITDA

Adjusted operating profit before depreciation and impairment charges

Adjusted cash flow before financing activities

Cash flow before financing activities excluding cash flow from non-maintenance investments and acquisitions

Adjusted operating profit

Operating profit excluding items affecting comparability

Adjusted operating profit per tonne

Adjusted operating profit divided by sales volume

Average number of employees

The average number of employees converted to full-time positions

Capital employed

Total assets less cash and cash equivalents and interest-bearing receivables, minus non-interest-bearing liabilities, excluding pensions

Carbon emissions scope 1+2

Direct emissions from Gränges' operations and indirect emissions from purchased electricity, heat and steam consumed by Gränges

Carbon emissions scope 3

Emissions from extraction, production and processing of main purchased materials, fuel and energy related activities (not included in scope 1 or scope 2), upstream and downstream goods transportation as well as business travel

Carbon emissions intensity

Total emissions of greenhouse gases [tonnes CO₂e] divided by the total packed products [tonnes]

Cash conversion

Adjusted cash flow before financing activities divided by adjusted operating profit

Cash flow before financing activities

Cash flow from operating activities plus cash flow from investing activities

Earnings per share

Profit for the period divided by the total number of shares

Equity to Assets

Equity divided by total assets

Financial net debt

Cash and cash equivalents and interest-bearing receivables minus interest-bearing liabilities, excluding lease liabilities

Financial net debt/Adjusted EBITDA

Financial net debt divided by adjusted 12-months rolling EBITDA

Items affecting comparability

Non-recurring income and expenses

ktonnes

Volume expressed in thousands of metric tonnes

Operating profit

Profit before net financial items and tax

Return on capital employed

Adjusted operating profit divided by average capital employed during the past 12-months period

Return on equity

Profit for the period divided by average equity during the past 12-months period

Sales volume

Volumes sold in metric tonnes

SEK

Swedish Krona

Share of sourced recycled aluminium

Sourced recycled aluminium used as input materials [tonnes] divided by total sourced metal input materials [tonnes]

Glossary

Alloy

Material composed of one metal with additions of other metals and/or elements

Aluminium strip

Rolled aluminium in coil form

Brazing

Joining of metals through melting and solidification

Cladding

A layer of metal bonded to a dissimilar metal or alloy

Heat exchanger

A device for transferring heat from one medium to another

HVAC

Heating, Ventilation and Air Conditioning systems including heat exchangers

LME

London Metal Exchange

Navigate

Gränges' strategy for long-term sustainable growth

Rolled aluminium

Aluminium that has been hot and/or cold rolled to desired gauge

SHFE

Shanghai Futures Exchange

Slab

Input material to the rolling process that is produced by casting

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Webcasted presentation

CEO Jörgen Rosengren and CFO Oskar Hellström will present Gränges' half-year report Q2, 2024 at a webcasted conference call on Friday July 12, 2024 at 11.00 CEST.

Live webcast:

<https://granges.videosync.fi/2024-07-12-q2-report>

Conference call:

<https://service.flikmedia.se/teleconference/?id=100413>

Calendar

Interim report, Q3	October 24, 2024
Year-end report 2024	January 30, 2025
Interim report, Q1	April 25, 2025

Important information

This interim report may contain forward-looking statements which are based on the company's best assessment at the time the report was written. As is the case with all assessments of the future, such assumptions are subject to both known and unknown risks and uncertainties, which may mean that the actual outcome differs from the anticipated result.

This information is information that Gränges AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the agency of the contact persons set out above, on Friday July 12, 2024 at 07.30 CEST.



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